GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA

UNSTARRED QUESTION NO:889
ANSWERED ON:03.12.2015
Air India Financial Restructuring and Turnaround Plan
Meena Shri Harish Chandra;Pathak Smt. Riti

Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether the Cabinet Committee on Economic Affairs (CCEA) had granted 30000 crore in 2012 to bail out Air India Under financial restructuring Plan (FRP) and turnaround plan (TAP);

(b) if so, the details thereof and the funds used till date;

(c) the number of crew members and other staff recruited in Air India during the last three years;

(d) the details of the contract staff and permanent staff recruited during the said period; and

(e) the current status for the purchase of proposed 27 new Boeing 787 Dreamliners for induction in in Air India sanctioned for 2012-2020?

Answer

Minister of State in the Ministry of CIVIL AVIATION
(Dr Mahesh Sharma)

(a) and (b): Yes, Madam. The Cabinet Committee on Economic Affairs (CCEA) in its meeting held on 12.04.2012, approved a Turnaround Plan (TAP)/ Financial Restructuring Plan (FRP) for operational and financial turnaround of Air India. The TAP/FRP provides equity infusion of of Rs.30231 crores upto 2021 subject to achievement of certain milestones as laid down in the TAP/FRP. Equity induction has been approved for the following:

(i) Upfront equity of Rs.6750 crore in FY 2011-12.
(ii) Equity for Cash deficit support of Rs.4,552 crore till FY 2017-18.
(iii) Equity for guaranteed aircraft loan till FY 2021 of Rs.18,929 crores.

For GOI guaranteed Non-Convertible Debentures(NCDs) an amount of Rs 11,951 crores towards interest and Rs 7400 crores towards principal Equity of Rs.21,937 crores equity has been released till 30th November, 2015 to Air India under TAP/ FRP.

(c) and (d): Air India has recruited following regular/contractual staff during the last three years:
(i) 24 Assistants have been regularized at Guwahati by verdict of Supreme Court in the year 2013-14 and 3 Doctors have been appointed on permanent basis in the year 2014-15.
(ii) The details of staff recruited on contract basis are as Annexure.

The Pilots and Cabin Crew have been appointed on Fixed Term contract for a period of 5 years which is extendable by another 5 years subject to certain conditions.

(e): AI has ordered 27 new B-787 Dreamliner aircraft, out of which 21 aircraft have been inducted in the fleet.